## **REMARKS**

Claims 1-18 remain pending in this application. Claim 1 is currently amended, without acquiescence in the basis for rejection or prejudice to pursue the original claims in a related application. No new matter has been added. Based on the above amendments and the following remarks, reconsideration and allowance of this application is respectfully requested.

# I. Allowable Subject Matter

Applicants would like first to thank the Examiner for indicating that claims 3-18 are allowable over the prior art of record.

# II. Rejections of Claims Under 35 U.S.C. § 101

Claim 1stands rejected under 35 U.S.C. § 101 as failing to comply with the statutory subject matter requirement. Applicants respectfully traverse.

Claim 1 stands rejected under 35 U.S.C. § 101 for not being directed to a practical application producing a concrete, useful and tangible result. Specifically, the Office Action states that claim 1 does not appear to be directed to a practical application producing a useful and tangible result. Applicants respectfully traverse.

Claim 1 is currently amended and is believed to have overcome the rejection under 35 U.S.C. § 101 as claim 1 is not only directed at a practical application of simulation operation of a circuit design but also produces tangible, concrete, and useful results. Applicants thus respectfully request the rejection under 35 U.S.C. § 101 be withdrawn.

#### III. Objections to the Claims

Claim 2 stands objected to as being dependent upon the rejected base claim 1. Applicants respectfully submit that as claim 1 is currently amended and is thus believed to have overcome the rejection, claim 2 is also believed to be allowable for its dependency upon claim 1.

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## **CONCLUSION**

Based on the foregoing, it is believed that, with entry of this amendment, all claims are now allowable and a Notice of Allowance is respectfully requested. If the Examiner has any questions or comments regarding this amendment, the Examiner is respectfully requested to contact the undersigned at (650) 849-4962.

The Commissioner is authorized to charge any fees due in connection with the filing of this document to Bingham McCutchen's Deposit Account No. 50-4047, referencing billing number 7010652001. The Commissioner is authorized to credit any overpayment or to charge any underpayment to Bingham McCutchen's Deposit Account No. 50-4047, referencing billing number 7010652001.

Respectfully submitted,

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